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Canadian Bronze Company, Limited

Montreal, Canada

FOR RECORDING RELEASE, FILE. APRIL 13, 1948

Annual Report
1944



CANADIAN BRONZE COMPANY, LIMITED

To the Shareholders:

Your Directors take pleasure in presenting a Consolidated Income Account and Balance Sheet showing the results of the past year's business and the financial position of your Company and its wholly-owned subsidiaries as at December 31st, 1944.

Gross operating profits at \$679,361.08, a reduction of \$140,709.65 as compared with 1943, permitted, after taxes and depreciation, the carrying forward of a net profit of \$204,968.15. This compares with a net profit of \$205,838.15 for the previous year, or a decrease of \$870.00. After provision for the regular \$5 a share preferred dividend and payment of the regular \$1.50 a share plus an extra of \$0.50 on the common stock, there remained a net surplus of \$7,468.15 from the year's operations.

Net current assets, including \$324,313.75 of marketable securities, carried in investment account, stand at \$949,105.86 as compared with \$928,787.25 in 1943.

The refundable portion of the Excess War Profits Tax, after the addition of \$45,000 during 1944, now stands on the books at \$139,400.

During the period of war your Company, in common with other companies, has been in continuous contact with Dominion Government officials in connection with raw materials, finished products, machines and services of all kinds. These dealings have at all times been marked by a spirit of mutual cooperation. Your management's experience with the various Government departments concerned having been satisfactory, your Directors believe that any questions arising out of renegotiation of war business, as referred to by your Auditors, will receive equitable treatment.

Monthly meetings of your Board of Directors were held throughout the year. The books of your Company have been audited regularly and the certificate of the Auditors appears herewith.

Your Directors again desire to express their appreciation of the efficient work and loyal cooperation of the employees in these trying times.

By Order of the Board,

W. L. BAYER,
President.

CANADIAN BRONZE

AND WHOLLY OWNED

Consolidated Balance Sheet

ASSETS

CURRENT ASSETS:

Cash (including \$10,970.57 U.S. Funds) 275,280.12

Accounts Receivable—less Reserve 726,771.51

Inventories:

Certified to by Officers of the Companies as having been determined by actual count or weight and priced at the lower of cost or market.

Raw Material, Goods in Process
and Finished Stock 400,046.02

Less—Raw Material held for
Customers' Account 105,578.39 294,467.63 1,296,519.26

INVESTMENTS:

Marketable Securities—

Government Bonds and Corpora-
tion Shares at Cost—less Re-
serve 276,295.78
(Quoted Market Value—\$324,313.75)

Non-Marketable Securities—

Guaranteed First Mortgage Cer-
tificates at Cost—less Reserve 20,000.00

296,295.78

Revenue accrued to date 989.58 297,285.36

LIFE INSURANCE POLICIES 1.00

Cash Surrender Value as at 31st December
1944—\$14,398.12

REFUNDABLE PORTION OF EXCESS PROFITS TAX
(Estimate) 139,400.00

FIXED ASSETS:

Land, Buildings, Machinery and Tools, Plant,
Patterns, Office Furniture and Fixtures.
Valued on the basis of appraisals made on
30th April 1934 and 13th October 1934 by
the Canadian Appraisal Company, Limited
with additions since the dates of these
appraisals at cost 1,747,526.61

Less—Reserves for Depreciation 1,023,254.04 724,272.57

CONTRACTS, RIGHTS, PATENTS AND GOODWILL 1.00

\$2,457,479.19

COMPANY, LIMITED

SIDIARY COMPANIES

at 31st December 1944

LIABILITIES

CURRENT LIABILITIES:

Accounts Payable and Accrued Expenses.....	393,971.52	
Dividends Payable 1st February 1945—		
On Preference Shares.....	9,375.00	
On Common Shares.....	70,000.00	79,375.00

Income and Excess Profits Taxes.....	383,466.48	
Less— Paid on Account.....	207,344.19	176,122.29

Sales Taxes Payable.....	23,247.92	672,716.73
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INSURANCE RESERVE.....		15,985.49
INVENTORY RESERVE.....		52,287.33

5% CUMULATIVE REDEEMABLE PREFERENCE STOCK:

Authorized

15,000 shares of \$100.00 Par Value \$1,500,000.00

Issued and Fully Paid

7,500 shares..... 750,000.00

COMMON STOCK AND SURPLUS:

Common Stock—without Nominal or Par Value

Authorized—100,000 shares

Issued and Fully Paid—80,000 shares..... 197,395.24

Earned Surplus—as per attached statement..... 629,694.40

Special Surplus—

Refundable Portion of Excess Profits

Tax—(Estimate)

Balance as at 31st December 1943.. 94,400.00

Amount in respect of 1944..... 45,000.00 139,400.00 966,489.64

\$2,457,479.19

Approved on behalf of the Board,

R. H. McMASTER }
W. L. BAYER } Directors

AUDITOR'S REPORT

TO THE SHAREHOLDERS,

CANADIAN BRONZE COMPANY, LIMITED, MONTREAL.

We have examined the books and accounts of Canadian Bronze Company, Limited, and its wholly owned subsidiary companies for the year ended 31st December 1944, and we have obtained all the information and explanations which we have required.

The Companies' war business is at present under examination by the Department of Munitions and Supply of the Dominion of Canada and, if renegotiated, it may be necessary to adjust the amounts shown on the above Balance Sheet for income and excess profits taxes payable and for the refundable portion of excess profits tax. These amounts are further subject to the allowance by the War Contracts Depreciation Board of claims for special depreciation on assets acquired in 1943 and 1944.

Subject to the foregoing remarks, we report that, in our opinion, the above Consolidated Balance Sheet is properly drawn up so as to exhibit a true and correct view of the state of the Companies' affairs, according to the best of our information and the explanations given to us and as shown by the books of the Companies.

(Signed) McDONALD, CURRIE & CO.,

Chartered Accountants.

MONTREAL, 1st February 1945.

CANADIAN BRONZE COMPANY, LIMITED

and

Wholly Owned Subsidiary Companies

Consolidated Statement of Profit and Loss for the Year ended 31st December 1944

OPERATING PROFITS:

From Subsidiary Companies—before deducting
the following Expenses..... 679,361.08

Deduct:

Provision for Depreciation of Fixed
Assets..... 58,058.81

Provision for Income and Excess
Profits Taxes (including the
estimated Refundable Portion of
Excess Profits Tax of \$45,000.00) 381,000.00

Legal Fees..... 836.73

Directors' Fees..... 5,048.70

Salaries and Fees of Executive

Officers.....	39,481.30	484,425.54	194,935.54
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NET REVENUE:

From Investments, Commissions and Rentals...	10,032.61
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NET PROFITS FOR THE YEAR.....	204,968.15
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Deduct—Dividends Paid and Payable—

Preference.....	37,500.00
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Common.....	160,000.00	197,500.00
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BALANCE OF NET PROFITS FOR THE YEAR:

Transferred to Consolidated Statement of Earned
Surplus.....

\$ 7,468.15

Consolidated Statement of Earned Surplus for the Year ended 31st December 1944

BALANCE AT CREDIT AS AT 31ST DECEMBER 1943..	622,226.25
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Add—Balance of Net Profits for the Year	7,468.15
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BALANCE AT CREDIT AS AT 31ST DECEMBER 1944....	\$ 629,694.40
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CANADIAN BRONZE COMPANY,
LIMITED

Works located at
MONTREAL, QUEBEC
ST. THOMAS, ONTARIO
WINNIPEG, MANITOBA
CALGARY, ALBERTA
LYNDONVILLE, VERMONT

Transfer Agents:
THE ROYAL TRUST COMPANY
MONTREAL and TORONTO

Registrars:
THE TORONTO GENERAL TRUST CORPORATION
MONTREAL and TORONTO





Secretary

